GOVERNMENT OF INDIA
LABOUR
LOK SABHA

UNSTARRED QUESTION NO:2173
ANSWERED ON:06.08.2001
NON-CREDITING OF EPF AMOUNTS INTO ACCOUNTS
NARESH KUMAR PUGLIA

Will the Minister of LABOUR be pleased to state:

(a) whether the amount has not been credited to the accounts of lakhs of individual subscribers for almost three years by the Employees Provident Fund Organisation (EPFO);

(b) if so, the details thereof and the reasons therefor;

(c) the persons held responsible for this lapse and the action taken taken against them;

(d) whether a system has since been evolved to ensure that the employees contribution and the interest thereon is credited to their accounts every month; and

(e) if so, the details thereof?

Answer

MINISTER OF STATE FOR LABOUR AND EMPLOYMENT (SHRI MUNI LALL)

(a) to (e): An internal computerised verification with reference to the updation of individual member accounts was undertaken by the Organisation. The verification indicated large backlog in bookkeeping function of updation of members` accounts for which the Central Board of Trustees (EPF) have initiated corrective action.

There was no issue of irregularity, lapses or frauds and no financial implication was involved. No loss has been caused to the Fund or to the members.

As a result of the corrective action 40,92,996 individual accounts that were identified under the above computerised verification have been updated and account slips issued to such members.

In order to monitor timely remittance of monthly contribution, a special computer software has been developed and operationalised. This monitors contribution flow, identifies default and generates notices for corrective action. Separate software has also been implemented to ensure that remittances of contributions are promptly posted in members` accounts and the accounts remain updated.